

## 2014 K-1 Tax Summary Information

### Gyrodyne Special Distribution, LLC

The following summary K-1 information represents the consolidated K-1 summary line items for Gyrodyne Special Distribution, LLC (“GSD”) for 2013 and 2014. Gyrodyne Company of America, Inc. (“Gyrodyne”) had 1,482,680 common shares outstanding on December 31, 2013, which was the ex-dividend date for receiving shares in GSD. Inasmuch as the GSD shares were non-transferable, we assume for GSD K-1 purposes that your fractional ownership interest in GSD was the same as your share ownership in Gyrodyne as of December 31, 2013. Therefore, the summary schedules provide you certain information which may be used to assist you in computing your tax based pro-rata interest in the applicable line items of the K-1 summary.

The accompanying information was summarized from the Federal, New York State and Virginia partnership tax returns filed with the respective taxing authorities. The following was used to calculate the pro-rata share of amounts to be reported on the partners’ Form K-1, based on each partner’s applicable shares.

The information contained in this summary is not intended to be, nor should it be, construed as tax advice with regard to the preparation of your individual income tax return. The partnership and individual income tax laws are complex and may be subject to varying interpretations. You are urged to consult with your tax advisor concerning the proper reporting on your individual income tax return of the tax items set forth on Schedule K-1.

Gyrodyne Special Distribution, LLC  
 Schedule K-1 Summary: Virginia  
 2014

VA

Line #	Schedule K-1 line description		Gyrodyne Special Distribution
<b>Distributive or Pro Rata Income and Deductions</b>			
1	Total of Taxable Income Amounts		(1,505,915)
2	Total of Deductions		14,484
3	Tax-Exempt Interest Income		-
<b>Allocation and Apportionment</b>			
4	Income Allocated to Virginia		-
5	Income Allocated Outside of Virginia		-
6	Apportionable Income	{a}	(1,505,915)
7	Virginia Apportionment Percentage		29.413532%
<b>Virginia Additions- Owner's Share</b>			
8	Fixed-Date Conformity- Depreciation		154,557
9	Fixed-Date Conformity- Other		-
10	Net Income Tax or Other Tax		-
11	Interest on Municipal or State Obligation other than VA		-
12	Other Additions		-
13	<b>Total Additions</b>		154,557
<b>Virginia Subtractions- Owner's Share</b>			
14	Fixed-Date Conformity- Depreciation		-
15	Fixed-Date Conformity- Other		-
16	Net Income Tax or Other Tax		-
17	Interest on Municipal or State Obligation other than VA		-
18	<b>Total Subtractions</b>		-

{a}	Note: In order to determine the total VA apportionable amount, multiply this figure by the Virginia Apportionment Percentage.
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